BEFORE

THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

DOCKET NO. 2007-187-C

In Re:

Level 3 Communications, LLC's Tariff No. 4 Revisions to Update the Rates For Switched Access Services

) EXPLANATORY BRIEF AND JOINT) MOTION FOR APPROVAL OF) SETTLEMENT AGREEMENT

Pursuant to 26 S.C. Code Ann. Regs. 103-829, the Settlement Policies and Procedures of the Public Service Commission of South Carolina ("the Commission") as revised June 13, 2006, and other applicable statutes, rules and regulations, Level 3 Communications, LLC, ("Level 3"), Windstream South Carolina, Inc. ("Windstream"), Verizon South Inc. ("Verizon"), the South Carolina Telephone Coalition and its affiliates ("SCTC"), BellSouth Telecommunications, Inc., d/b/a AT&T South Carolina ("AT&T South Carolina"), AT&T Communications of the Southern State, LLC ("AT&T Communications") (collectively referred to as the "Parties" or sometimes individually as "Party") and the Office of Regulatory Staff ("ORS") hereby file this Explanatory Brief and Joint Motion requesting approval of the Settlement Agreement attached hereto as Exhibit A. In support of this Joint Motion, the Parties state as follows:

1. On April 11, 2007, Level 3 filed a revision to its South Carolina Tariff No. 4 with the Commission.

- 2. On May 4, 2007, Verizon filed a Petition to Intervene and requested an investigation into Level 3's proposed switched access rates. SCTC, AT&T South Carolina, AT&T Communications, and Windstream also filed Petitions to Intervene.
- 3. On August 14, 2007, the Commission appointed Joseph M. Melchers, Esquire to serve as the Hearing Officer in this matter.
- 4. Consistent with the Commission's long-standing practice of encouraging carriers in competitive markets to negotiate mutually-acceptable resolutions to their disputes, the Parties participated in settlement negotiations in person and via conference call on numerous occasions between May of 2007 and June of 2008. After lengthy negotiations, the Parties reached agreement and request that the Commission approve the Settlement Agreement attached hereto as Exhibit A. The ORS actively participated in the settlement negotiations and facilitated the Settlement Agreement.
- 5. As explained in more detail in the Settlement Agreement, Level 3 has separately negotiated certain intrastate switched access rates, terms and conditions individually with the other parties to this docket. The ORS has reviewed each of these individual contracts and has discussed the terms and conditions of each individual contract with the parties to that contract and, as a result of those individual discussions, ORS has concluded that each contract is consistent with the public interest as defined in S.C. Code §58-4-10(B)(Supp. 2007).
- 6. The Parties are authorized to enter into individual contracts pursuant to state law. See, e.g., S.C. Code §58-9-280(I); S.C. Code Ann. §58-9-285 (Supp. 2007). In light of this express statutory authorization and the ORS's determination that each contract is consistent with the public interest, the Parties respectfully request that the Commission waive any requirement

for a hearing that may exist and expeditiously approve the Settlement Agreement attached hereto as Exhibit A.

WHEREFORE, having fully set forth their Explanatory Brief and Joint Motion, the Parties and ORS request that the Commission approve the Settlement Agreement without a hearing.

[SIGNATURES ON FOLLOWING PAGE]

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